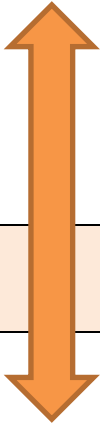


RANKING OF DEBT SECURITIES

This document forms part of a Limited Disclosure Document (**LDD**) dated 24 January 2023 as may be supplemented from time to time, for the issue of unsecured, subordinated redeemable shares (the **SBS Capital Bonds No. 2**) by Southland Building Society, trading as SBS Bank.

Financial Information stated as at 31 March 2023 for the Banking Group.

| | Ranking on liquidation of the Bank | Examples | Indicative Amount ¹ |
|---|--|--|--------------------------------|
| <div style="text-align: center;">  </div> | Liabilities that rank in priority to the SBS Capital Bonds | Creditors preferred by law (such as employees of the Bank and IRD for unpaid tax), secured creditors, deposits (issued without redeemable shares, including the SBS Senior Bonds), other unsecured debt (such as redeemable shares issued by the Bank in respect of everyday transactional and savings accounts and call and term investments, including accrued interest) and general creditors | \$5,434m |
| | Liabilities that rank equally with the SBS Capital Bonds | Debt securities where they are issued as subordinated redeemable shares. | \$64m |
| | Liabilities that rank below the SBS Capital Bonds | Junior Creditors (as defined in the Master Deed) | Nil |
| Lower ranking | Equity | Relevant Tier 1 Capital Instruments (as defined in the Master Deed) | Nil |
| | | Reserves and retained earnings. All members of the Bank (including holders of SBS Capital Bonds) participate equally in the surplus assets of the Bank (if any) remaining after all payments are made above | \$506m |

¹ In the event of a liquidation of the Bank, the actual amounts of liabilities and equity of the Bank will differ from the indicative figures provided above. The amounts shown are presented in millions of New Zealand dollars and may be subject to rounding adjustments.